

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, APRIL 15, 2008**, upon the application of **CORONADO ENERGY E&P COMPANY, LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation, Reservoir A and the Cotton Valley Formation, Reservoir A**, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana.

1. To authorize Applicant to drill, designate and utilize six (6) additional alternate unit wells for HOSS RA SUA, four (4) additional alternate unit wells for HOSS RA SU2, two (2) additional alternate unit wells for HOSS RA SU4, three (3) additional alternate unit wells for HOSS RA SU6 and one (1) additional alternate unit well for HOSS RA SU46 at the locations shown on the plat submitted with the application.
2. To authorize Applicant to drill, designate and utilize four (4) additional alternate unit wells for CV RA SU75, a unit well and one (1) alternate unit well for CV RA SU76 and a unit well and three (3) alternate unit wells for CV RA SU96 at the locations shown on the plat submitted with the application.
3. To approve exceptions to the spacing provisions of Office of Conservation Order No. 289-A-g-3, effective October 7, 1977 and Order No. 289-A-g-5, effective November 1, 1978 and Order No. 289-J, effective March 1, 1974 for the location of any of the proposed unit or alternate unit wells, as shown on the plats submitted with the application, which does not comply with the spacing provisions of these Orders.
4. To find that each of the proposed alternate unit wells is necessary to efficiently and economically drain a portion of the hydrocarbons underlying the unit on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on such unit.
5. To permit the operator of the units on which these alternate unit wells are proposed to be drilled to produce the allowables assigned to these units from either the unit well, from any alternate unit well, or from a combination of such wells, at the option of the operator.
6. To permit the operator to combine downhole production from the Hosston Formation, Reservoir A, with production from the Cotton Valley Formation, Reservoir A, in any well located on HOSS RA SU4 and CV RA SU76 in which the ownership interests in these units are identical.
7. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A was initially defined in Order No. 289, effective October 1, 1954 and was further defined in Order No. 289-A-g-2, effective April 14, 1977.

The Cotton Valley Formation, Reservoir A was initially defined in Order No. 289-J, effective March 1, 1974, and was further defined in Order No. 289-J-1, effective April 14, 1977.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.
www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

3/28/08;4/2/08

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.